nominee directors on the Boards of assisted units. FIs have evolved guidelines in respect of nominee directors. The nominee directors are expected to act in the best interest of the company and also safeguard the interest of the FI concerned.

Guidelines to heads of PSUs

6890. SHRI S. AUSTIN: Will the Minister of FINANCE be pleased to state:

(a) whether Government will initiate steps to bring about reasonable guidelines for heads of private sector units to follow, with regard to salaries and perquisites;

(b) whether it is a fact that many private sector units have over 40 per cent investment by financial institutions like UTI, LIC, IDBI, etc.;

(c) if so, what are the reasons for not making the selection of the Chief Executive of such units pass through the Public Enterprises Selection Board; and

(d) the steps proposed in this regard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M.V. CHANDRASHEKARA MURTHY): (a) to (d) Schedule XIII of the Companies Act, 1956, as amended from time to time, deals with appointment and remuneration of Managing Director| Whole-time Directors|Managers of Public 2limited companies. The Schedule, inter alia, provides that companies with adequate net profits as well as loss making companies or companies with inadeqnate net profits would have freedom to work out suitable remuneration packages for their managerial personnel within the prescribed limits. There are no separate guidelines for private sector companies with 40 per cent or more shareholding by financial institutions, and the general guidelines apply to all private sector companies

Assistance to Tobacco growers in Gujarat

6891. SHRI RAJUBHAI A. PARMAR. Will the Minister of FINANCE be pleased to state:

(a) whether the Government are considering any proposal of Tobacco Board to assist tobacco growers in Gujarat State through fiscal measures; and

(b) if so, the details of policies to ensure better income through fiscal measures for the State tobacco growers?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M.V. CHANDRASHEKARA MURTHY): (a) and (b) No, Sir. The Central Government are not considering any such proposal.

Loans advanced by various banks in rural araas in Gujarat

6892. SHRI RAJUBHAI A. PARMAR: Will the Minister of FINANCE be pleased to state:

(a) what is the total amount of loans advanced by various Banks based in Gujarat in rural areas in the year 1994-95; and

(b) what is percentage of loans so advanced as compared to the aggregate deposits in the banks?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) The Reserve Bank of India (RBI) have reported that the total amount of credit advanced by all scheduled commercial banks in the State of Gujarat Rural Areas, on the last Friday of December, 1994 was Rs. 1378.71 lakhs (latest available).

(b) The Credit Deposit Ratio during the above period was 42.2 per cent.